

DEFENSE LOGISTICS AGENCY

THE DEFENSE CONTRACT MANAGEMENT COMMAND 8725 JOHN J. KINGMAN ROAD, SUITE 2533 FT. BELVOIR, VIRGINIA 22060-6221

NOV 0 7 1000

MEMORANDUM FOR COMMANDERS, DEFENSE CONTRACT MANAGEMENT DISTRICTS

SUBJECT: DCMC Memorandum No. 96-74, Pilot Mentor-Protege Program (INFORMATION)

This is an INFORMATION memorandum effective immediately and ending September 30, 1998, or when published in a future Defense Acquisition Circular (DAC), whichever occurs first. Target audience: Administrative Contracting Officers and Small Business Specialists.

The attached Director, Defense Procurement memorandum, dated October 18, 1996, provides notification that the Defense Federal Acquisition Regulation Supplement (DFARS) language on the Pilot Mentor-Protege Program has been revised to implement Section 802 of the National Defense Authorization Act for Fiscal Year 1997 (Public Law 104-201).

DFARS 219.7104 and Appendix I-103 (b) have been revised to reflect the current statutory deadline of September 30, 1999, by which mentor firms must incur costs in order to be eligible for reimbursement under the Program. Appendix I-102(a) and (b) and Appendix I-103(a) have been revised to extend, to September 30, 1998, the date by which mentor firms may apply for participation in the Program.

The attached final rule is effective immediately and will be published in a future DAC.

For further information, please contact Mr. William Boseker, Business Practices and Contract Payment Team on DSN 427-3446 or (703) 767-3446, e-mail: william_boseker@hq.dla.mil.

MLL E. PETTIBONE

Executive Director

Contract Management Policy

Attachment



OFFICE OF THE UNDER SECRETARY OF DEFENSE

3000 DEFENSE PENTAGON WASHINGTON DC 20301-3000

October 18, 1996



In reply refer to DFARS Case: 96-D317 D. L. 96-018

MEMORANDUM FOR DIRECTORS OF DEFENSE AGENCIES

DEPUTY FOR ACQUISITION AND BUSINESS MANAGEMENT,

ASN(RD&A)/ABM

DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE

(CONTRACTING), SAF/AQC

DIRECTOR, PROCUREMENT POLICY, ASA(RD&A)/SARD-PP

DEPUTY DIRECTOR (ACQUISITION), DEFENSE LOGISTICS AGENCY

SUBJECT: Pilot Mentor-Protégé Program

We have revised the Defense Federal Acquisition Regulation Supplement (DFARS) language on the Pilot Mentor-Protégé Program to implement section 802 of the National Defense Authorization Act for Fiscal Year 1997 (Pub. L. 104-201).

We revised DFARS 219.7104 and Appendix I-103(b) to reflect the current statutory deadline of September 30, 1999, by which mentor firms must incur costs in order to be eligible for reimbursement under the Program. We revised Appendix I-102(a) and (b) and Appendix I-103(a) to extend, to September 30, 1998, the date by which mentor firms may apply for participation in the Program.

The attached final rule is effective immediately and will be published in a future Defense Acquisition Circular.

Eleanor R. Spector

Director, Defense Procurement

Eleavor Spector

Attachments

cc: DSMC, Ft Belvoir

SUBPART 219.71--PILOT MENTOR-PROTÉGÉ PROGRAM

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219.7104 Developmental assistance costs eligible for reimbursement or credit.

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(b) Before incurring any costs under the Program, mentor firms need to establish the accounting treatment of developmental assistance costs eligible for reimbursement or credit. Advance agreements are encouraged. To be eligible for reimbursement under the Program, costs must be incurred before October 1, 1996 [1999].

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APPENDIX I-POLICY AND PROCEDURES FOR THE DOD PILOT MENTOR-PROTÉGÉ PROGRAM

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I-102 General procedures.

- (a) At any time between October 1, 1991, and September 30, 1996 [1998], companies interested in becoming mentor firms that want to take credit only for costs incurred for providing developmental assistance to one or more protege firms, or receive credit and reimbursement of indirect costs incurred under the Program, must apply to the DoD for participation in the Program pursuant to the application process set forth at I-106(a).
- (b) At any time between October 1, 1991, and September 30, 1996 [1998], companies interested in becoming mentor firms that are able to identify funding from a DoD contract program manager(s) to provide developmental assistance to one or more protege firms must apply to the DoD for participation in the Program, pursuant to the application process set forth at I-106(d).

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I-103 Program duration.

Activities under the Program may only occur during the following periods:

- (a) From October 1, 1991, until September 30, 1996 [1998], companies may apply for participation in the Program as mentor firms pursuant to I-102, General Procedures, and once approved, may enter into mentor-protege agreements, pursuant to I-107, Mentor-Protege Agreements.
- (b) From October 1, 1991, until September 30, $\frac{1996}{1999}$, a mentor firm's costs of providing developmental assistance to its protege firm may be reimbursed only if—

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